COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE FILING OF AUXIER ROAD GAS)			
COMPANY, INC. OF A PROPOSED)	CASE	NO.	91-137
GAS TRANSPORTATION TARIFF)			

O R D E R

IT IS ORDERED that Auxier Road Gas Company, Inc. ("Auxier") shall file the original and 12 copies of the following information with the Commission within 20 days from the date of this Order.

- 1. Is it actually Auxier's preference to offer gas transportation service as a tariff available to any customer? If not, does Auxier intend to offer this service only to Highlands Regional Medical Center ("Highlands")?
- 2. On June 4, 1991, the Commission filed a copy of a letter into the record in the instant case which was sent by Mr. Russell W. Briggs, Associate Administrator of Highlands, to Mr. Estill Branham on December 21, 1990. The letter listed a number of conditions of the proposed tariff that Highlands found unacceptable. If it is Auxier's intention to target Highlands with its tariff, how is it addressing Highlands' concerns?
- 3. a. Is Auxier aware that the Commission's Order in Administrative Case No. 297 requires an LDC to offer transportation service by tariff on a non-discriminatory basis at a fixed rate? Is Auxier's filing intended to meet this requirement? If so, how?

b. Is Auxier aware that the Commission further ordered that an additional flexible transportation tariff may be offered to compete with alternate fuels? Is Auxier's filing intended to be an additional tariff? If not, is it a special contract intended to address the special circumstances of one unique customer?

4. If Auxier intends transportation service to be offered by tariff instead of special contract, would Auxier agree that the entire Section Five, <u>Term</u>, should be deleted, with the possible exception of the notice of termination provision?

5. How did Auxier arrive at the transportation rate of \$2.15 per Mcf? Provide cost justification.

6. Provide cost justification for the administrative charge of \$75 per month.

Done at Frankfort, Kentucky, this 19th day of July, 1991.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director